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**JEFFERSON DAVIS PARISH SHERIFF
Jennings, Louisiana**

**Basic Financial Statements
As of and for the Year Ended June 30, 2006
With Supplemental Information Schedules**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 1-17-07

JEFFERSON DAVIS PARISH SHERIFF
Jennings, Louisiana
Basic Financial Statements
As of and for the Year Ended June 30, 2006
With Supplemental Information Schedules

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INDEPENDENT AUDITOR'S REPORT

Honorable Richard Edwards, Jr.
Jefferson Davis Parish Sheriff
Jennings, Louisiana

I have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Jefferson Davis Parish Sheriff (Sheriff), a component unit of the Jefferson Davis Parish Police Jury, as of and for the year ended June 30, 2006, which collectively comprise the Sheriff's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Sheriff's management. My responsibility is to express opinions on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinions.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Sheriff as of June 30, 2006, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued my report dated December 28, 2006, on my consideration of the Sheriff's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of my audit.

The management's discussion and analysis and budgetary comparison information on pages 3 through 9 and 31 through 33, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, I did not audit the information and express no opinion on it.

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Sheriff's basic financial statements. The supplemental information section which includes the combining fund financial statements, and other supplemental information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of the Sheriff. The combining and individual fund financial statements, the other supplemental information schedules, and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Mike B. Gillespie, CPA, APAC

Jennings, Louisiana
December 28, 2006

REQUIRED SUPPLEMENTAL INFORMATION

**MANAGEMENT'S DISCUSSION
AND ANALYSIS (MD&A)**

**JEFFERSON DAVIS PARISH SHERIFF
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006**

The Management's Discussion and Analysis (MD&A) of the Jefferson Davis Parish Sheriff (Sheriff) is intended to provide both an overview and review of the Sheriff's financial activities for the fiscal year ended June 30, 2006. The intent of the MD&A is to provide a meaningful discussion to interested financial statement users of the Sheriff's overall financial performance taken as a whole. Therefore, it should be read in conjunction with the Sheriff's basic financial statements and the accompanying notes to the financial statements and any related supplementary information.

FINANCIAL HIGHLIGHTS

- Net assets increased by \$89,207 for the fiscal year ended June 30, 2006, thereby bringing the total net assets of the Sheriff at that time to \$3,963,049.
- The total net change in fund balance for the Sheriff was an increase of \$171,874.
- Property taxes collected, the largest single revenue source, showed increase of approximately 5.7% (\$76,416) during the 2005-2006 fiscal year due principally to an increase in assessed taxable value.
- Overall revenues decreased \$817,080 or approximately 20.8%, primarily due to decreases in Federal sources of \$836,987 of which was primarily due to a decrease in grant monies obtained for implementation and operation of the Louisiana Criminal and Civil Information Network (LACCIE).
- Overall expenses increased \$452,476 or approximately 17.6%, primarily due to a combination of \$357,902 increase in General Fund expenses and a \$98,470 increase in depreciation expense. The increase in depreciation was due in large part to the LACCIE system being depreciated for an entire year, whereas in the prior year it was on partially depreciated since it was the first year of implementation. The General Fund increases were due to \$83,340 of increases in personnel salaries due primarily to increases caused by additional services provided as a result of the impact of hurricanes Katrina and Rita, a \$10,895 increase in employer pension as a result of additional pay and contribution rate increase from 10.0% to 10.75%, and \$8,560 increase in group hospitalization.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (on pages 11 and 12), also referred to as the government-wide financial statements, provide information about the activities of the Sheriff as a whole and present a longer-term view of the Sheriff's finances. Fund financial statements start on page 13. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Sheriff's operations in more detail than the government-wide financial statements by providing information about the Sheriff's most significant funds. The remaining statements provide financial information about activities for which the Sheriff acts solely as agent for the benefit of those outside of the government.

**JEFFERSON DAVIS PARISH SHERIFF
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006**

Government-wide Financial Statements

The analysis of the Sheriff as a whole begins on page 6. One of the most important questions asked about the Sheriff finances is, "Is the Sheriff as a whole better off or worse off a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the Sheriff as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Sheriff's net assets and changes in them. You can think of the Sheriff's net assets-the difference between assets and liabilities-as one way to measure the Sheriff's financial health, or *financial position*. Over time, increases or decreases in the Sheriff's net assets are one indicator of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the Sheriff's property tax base, the cost of unfunded mandates passed onto the Sheriff such as pension plan contribution rate increases, and other external factors of this nature in order to assess the overall financial health of the Sheriff.

In the Statement of Net Assets and the Statement of Activities, we present the governmental activities of the Sheriff which can be defined as a single purpose commonly referred to as public safety. The various basic services provided by the Sheriff under the umbrella of public safety are financed primarily by property taxes, fines and forfeitures, and intergovernmental grants and contributions.

Fund Financial Statements

The analysis of the Sheriff's major funds begins on page 7. The fund financial statements begin on page 13 and provide detailed information about the most significant funds-not the Sheriff as a whole. The Sheriff, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Sheriff can be divided into two categories: *governmental* and *fiduciary* (agency) funds.

- **Governmental funds-** are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financials, governmental fund financial statements focus on near-term inflows and outflows of available resources, as well as on balances of resources available at the end of the fiscal year. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. The Sheriff adopts an annual appropriated budget for the general fund. A Budgetary comparison statement is provided to demonstrate compliance with this budget.

**JEFFERSON DAVIS PARISH SHERIFF
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006**

- **Fiduciary (agency) funds-** are used to account for resources held for the benefit of parties outside the government. All of the Sheriff's fiduciary (agency) activities are reported in separate Statements of Fiduciary Net Assets on page 18. These activities are excluded from the Sheriff's other financial statements because the Sheriff cannot use these assets to finance its operations.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The total net assets of the Sheriff as of June 30, 2006 were \$4.0 million. The makeup of this amount is summarized below in Table 1.

**Table 1
Net Assets
(in Thousands)**

	Governmental Activities 2006	Governmental Activities 2005
Current and other assets	\$ 2,801	\$ 2,629
Capital assets	1,331	1,419
Total assets	<u>4,132</u>	<u>4,048</u>
Long-term liabilities	(63)	(69)
Other liabilities	(60)	(76)
Deferred revenues	(46)	(29)
Total liabilities	<u>(169)</u>	<u>(174)</u>
Net assets:		
Invested in capital assets, net of related debt	1,331	1,419
Restricted	122	145
Unrestricted	2,510	2,310
Total net assets	<u>\$ 3,963</u>	<u>\$ 3,874</u>

As reported in the Statement of Activities, the Sheriff's net assets increased by 2.3% (\$89 thousand) during the fiscal year ended June 30, 2006, which is summarized in Table 2.

As reported in the Statement of Activities, the total cost of the Sheriff's governmental activities was \$3,025 thousand; however, not all of this cost was borne by the parish taxpayers. Of this amount, \$562 thousand was paid by those who used or benefited from the services rendered (principally fines, forfeitures, and other fees charged for services). As a result, taxpayers paid a net cost of \$2,463 thousand.

**JEFFERSON DAVIS PARISH SHERIFF
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006**

**Table 2
Changes in Net Assets
(in Thousands)**

	Governmental Activities 2006	Governmental Activities 2005
Revenues		
Program revenues:		
Fines, forfeitures, and other fees	\$ 562	\$ 631
Federal grants	591	1,428
State grants	23	23
General revenues:		
Property taxes	1,412	1,336
State revenue sharing	66	66
Other intergovernmental	387	380
Interest earned	50	27
Miscellaneous	24	51
Total revenues	<u>3,115</u>	<u>3,942</u>
Program expenses		
Public safety:		
Personal services and related benefits	1,726	1,638
Operating services	511	447
Materials and supplies	360	307
Other	40	48
Hurricane expenses – non payroll	119	-
Intergovernmental	59	22
Depreciation	211	112
Total expenses	<u>3,026</u>	<u>2,574</u>
Increase (decrease) in net assets	89	1,368
Net assets, beginning balance	3,874	2,544
Prior Period Adjustment	-	(38)
Net assets, ending balance	<u>\$ 3,963</u>	<u>\$ 3,874</u>

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the Sheriff uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the governmental funds is to provide information on near-term inflows, outflows, and remaining balances of expendable resources. Such information is useful in assessing the government's near-term financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The Sheriff ended its fiscal year on June 30, 2006 with a total combined fund balance of \$2,696 thousand, which is a \$172 thousand increase over the prior year. Although total revenues were down \$817,080 due to decreases in Federal sources (mainly due to LACCIE special revenue fund), total expenditures decreased \$823,456 as a

**JEFFERSON DAVIS PARISH SHERIFF
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006**

result of a combination of \$357,902 increases in general fund expenditures (personnel \$108,147, hurricane non-payroll \$118,729, capital outlay \$66,690, payments to subrecipients \$36,277) and \$1,181,358 expenditures decreases in LACCIE special revenue fund primarily in capital outlay. The decreases in both revenues and expenditures were due to implementation of the LACCIE system which became operational during February 2005 and thus the revenues and expenditures that were incurred during implementation in the previous year were not present in the current year.

General Fund Budgetary Highlights

Over the course of the year, the Sheriff revised its budget to take into consideration any significant changes in revenues or expenditures. Noncompliance with Louisiana Revised Statutes 39:1301-1314 occurs if either expected revenues are less than budgetary goals by 5% or more or if anticipated expenditures are greater than budgetary goals by 5% or more. The original budget was adopted on June 14, 2005. On June 15, 2006, the final budget revision was adopted.

Schedule 1, on page 32 of this annual report, shows the Sheriff's original and final budgets compared with the actual operating results. The Sheriff did better on an overall net basis than what was originally budgeted. The Sheriff uses conservative budgeting practices in establishing its original budget. Revenues are forecasted at safe, conservative levels while expenditures are budgeted based on current available trend information with worst case scenarios in mind. In spite of budgetary efforts, actual expenditures exceeded original amounts by \$481 thousand. This was due to a number of unanticipated expenditure increases principally as follows: personal services and related benefits increased \$148 thousand due to increases in wages paid due additional duties as a result of hurricanes Katrina and Rita and increases in group hospitalization insurance, and an increase in employer retirement contribution rate from 10.0% to 10.75%; materials and supplies increased \$50 thousand due to unanticipated \$24 increase in auto gasoline for fleet and unanticipated \$10 in additional prisoner medical expenditures, and \$14 increase in commissary expenditures due to a change in manner in which commissary is operated; other expenditures increased \$10 which was considered insignificant; non-payroll hurricane expenditures increased \$119 due to the unexpected occurrence of two major storms during the fiscal year; capital outlays (increased \$88 over the original budgeted amounts due to a lack of information provided to the finance department for those involved in authorizing capital acquisitions, and intergovernmental expenditures increased \$37 over original budgeted amounts due to misunderstanding of how payments for pass-thru Federal grants were to be handled in accounting records – they were initially run through an agency clearing account and at financial statement preparation time they were properly recorded as revenues and expenditures. These unanticipated expenditure increases were financed with higher than expected revenues.

A comparison of the final budget revision with the actual operating results shows that the Sheriff did much better than budgeted based on a net change in fund balance basis. The principal reason for this was due to the conservative manner in which revenues were forecasted. The \$88 thousand (3.3% of final budget) excess of actual expenditures over final budgeted expenditures was considered negligible. The excess of revenues over expenditures in the General Fund was approximately \$258 thousand. This excess will be rolled into the beginning General Fund Balance for the 2006-2007 fiscal year to help fund future expenditures.

**JEFFERSON DAVIS PARISH SHERIFF
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006**

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2005, the Sheriff had invested approximately \$1,331 thousand (net of accumulated depreciation) in a variety of capital assets, including land, buildings, furniture, vehicles, computers, network software (LACCIE) and other such items. (See Table 3 below) Note 6 in the financial statements provides a summary of the capital asset activity for the current fiscal year. Total current year asset additions amounted to \$123,401 thousand. Of this amount, \$114 thousand represented equipment that is being amortized over a seven to ten year period. These equipment additions were financed by various grants from the U.S. Department of Justice and U.S. Department of Homeland Security.

**Table 3
Capital Assets at Year-end
(Net of Depreciation, in Thousands)**

	Governmental Activities 2006	Governmental Activities 2005
Land	\$ 25	\$ 25
Buildings and improvements	29	30
Furniture and equipment	341	305
Vehicles	32	50
Network software	904	1,009
Totals	<u>\$ 1,331</u>	<u>\$ 1,419</u>

Debt

At year end, the Sheriff had \$63 thousand in long-term obligations outstanding (See Table 4 below) versus \$69 thousand in prior year. The decrease of \$6 thousand represents a 8.4% decrease in long-term obligations from the prior year. The principal reason for the decrease is considered insignificant. Note 9 in the financial statements provides a summary of long-term obligation transactions during the current year.

**Table 4
Outstanding Debt at Year-end
(in Thousands)**

	Governmental Activities 2006	Governmental Activities 2005
Compensated absences	\$ 63	\$ 69
Totals	<u>\$ 63</u>	<u>\$ 69</u>

CONTACTING THE SHERIFF'S FINANCIAL MANAGEMENT

This annual report is designed to provide our citizens, taxpayers, creditors, and others with a general overview of the Sheriff's financial condition and operations. If you have any questions about this report or need additional information, contact the Director of Finance at the Jefferson Davis Parish Sheriff's Office at P.O. Box 1449, Jennings, LA 70546.

BASIC FINANCIAL STATEMENTS

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS (GWFS)**

JEFFERSON DAVIS PARISH SHERIFF
Statement of Net Assets
June 30, 2006

Statement A

ASSETS

Cash	\$ 2,730,764
Receivables, net	70,654
Capital assets:	
Land	25,000
Exhaustible capital assets, net of depreciation	1,305,978

TOTAL ASSETS

4,132,396

LIABILITIES

Accounts payable	34,100
Payroll deductions, withholdings, and accrued salaries payable	25,844
Deferred revenue	45,918
Long-term liabilities:	
Due within one year	20,460
Due in more than one year	43,025

TOTAL LIABILITIES

169,347

NET ASSETS

Invested in capital assets, net of related debt	1,330,978
Restricted for:	
Drug enforcement	122,198
Unrestricted	2,509,873

TOTAL NET ASSETS

\$ 3,963,049

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH SHERIFF
Statement of Activities
For the Year Ended June 30, 2006

Statement B

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities:					
Public safety	\$ 3,025,828	\$ 561,748	\$ 497,132	\$ 116,777	\$ (1,850,171)
Total Governmental Activities	\$ 3,025,828	\$ 561,748	\$ 497,132	\$ 116,777	(1,850,171)

General Revenues:

Property taxes, levied for general purposes	1,412,490
State revenue sharing	66,170
State supplemental pay	82,296
Local sources	295,160
Interest and investment earnings	49,984
Miscellaneous	33,278
Total General Revenues	<u>1,939,378</u>
Changes in Net Assets	89,207
Net Assets -Beginning	<u>3,873,842</u>
Net Assets -Ending	\$ <u>3,963,049</u>

The accompanying notes are an integral part of this statement.

BASIC FINANCIAL STATEMENTS
FUND FINANCIAL STATEMENTS (FFS)

JEFFERSON DAVIS PARISH SHERIFF
Balance Sheet
June 30, 2006

Statement C

	General Fund	LACCIE Special Revenue Fund	Total Governmental Funds
ASSETS			
Cash	\$ 2,730,764	\$ -	\$ 2,730,764
Receivables	70,654	-	70,654
Due from other funds	-	-	-
TOTAL ASSETS	<u>2,801,418</u>	<u>-</u>	<u>2,801,418</u>
LIABILITIES AND FUND BALANCES			
Accounts payable	34,100	-	34,100
Payroll deduction, withholdings, and accrued salaries payable	25,844	-	25,844
Deferred revenue	45,918	-	45,918
Total Liabilities	<u>105,862</u>	<u>-</u>	<u>105,862</u>
FUND BALANCES			
Reserved	122,198	-	122,198
Unreserved - undesignated	2,573,358	-	2,573,358
Total Fund Balances	<u>2,695,556</u>	<u>-</u>	<u>2,695,556</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 2,801,418</u>	<u>\$ -</u>	<u>\$ 2,801,418</u>

The accompanying notes are an integral part of this statement.

**JEFFERSON DAVIS PARISH SHERIFF
Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Assets
June 30, 2006**

Statement D

Total Ending Fund Balances - Governmental Funds (Statement C) **\$ 2,695,556**

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial

Costs of capital assets	\$ 2,121,641	
Accumulated depreciation	<u>(790,663)</u>	1,330,978

Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the governmental funds. Long-term liabilities at year-end consist of:

Compensated absences payable (vacations and other absences)	(63,485)
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Net Assets (Statement A) **\$ 3,963,049**

**JEFFERSON DAVIS PARISH SHERIFF
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2006**

Statement E

	General Fund	LACCIE Special Revenue Fund	Total Governmental Funds
REVENUES			
Property taxes	\$ 1,412,490	\$ -	\$ 1,412,490
Intergovernmental revenues:			
Federal sources:			
Federal grants	434,290	156,868	591,158
State sources:			
State grants	22,751	-	22,751
State supplemental pay	82,296	-	82,296
State revenues sharing	66,170	-	66,170
Other	9,895	-	9,895
Local sources:			
District attorney - LACE	91,427	-	91,427
Parish - 911 District	203,733	-	203,733
Fees, charges, and commissions for services:			
Commissions on licenses, taxes, etc.	47,298	-	47,298
Civil and criminal fees	107,355	-	107,355
Court attendance	6,510	-	6,510
Transporting prisoners	12,789	-	12,789
Feeding and keeping prisoners	107,381	-	107,381
Commissary commissions	23,367	-	23,367
Commissions on fines and other forfeitures	187,840	-	187,840
Other	47,981	-	47,981
Fines and Forfeitures:			
Drug related fines and forfeitures	-	-	-
Bond, fines and other forfeitures	4,201	-	4,201
Use of money and property:			
Interest	49,984	-	49,984
Commissions on phones	17,026	-	17,026
Miscellaneous	24,426	-	24,426
Total Revenues	<u>2,959,210</u>	<u>156,868</u>	<u>3,116,078</u>
EXPENDITURES			
Public safety:			
Personal services and related benefits	1,731,015	-	1,731,015
Operating services	346,070	165,268	511,338
Materials and supplies	358,930	899	359,829
Other	40,404	-	40,404
Hurricane Expenses- non payroll	118,729	-	118,729
Capital outlay	123,401	-	123,401
Intergovernmental:			
Subrecipient grant payments	37,217	-	37,217
Retirement deducted from tax collections	22,271	-	22,271
Total Expenditures	<u>2,778,037</u>	<u>166,167</u>	<u>2,944,204</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>181,173</u>	<u>(9,299)</u>	<u>171,874</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers in	-	9,299	9,299
Operating transfers out	(9,299)	-	(9,299)
Compensation for loss or damage of assets	-	-	-
Total Other Financing Sources (uses)	<u>(9,299)</u>	<u>9,299</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	171,874	-	171,874
FUND BALANCES BEGINNING OF YEAR	<u>2,523,682</u>	<u>-</u>	<u>2,523,682</u>
FUND BALANCES END OF YEAR	<u>\$ 2,695,556</u>	<u>\$ -</u>	<u>\$ 2,695,556</u>

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH SHERIFF
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balance of Governmental Funds to the Statement of Net Assets
For the Year Ended June 30, 2006

Statement F

Total Net Change in Fund Balance - Governmental Funds (Statement E) **\$ 171,874**

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeds capital outlays in the period:

Depreciation expense	(210,810)	
Capital outlays	<u>123,401</u>	(87,409)

The net effect of various transaction involving capital assets (ie., sales, trade-ins, and contributions) is to decrease net assets		(1,043)
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In the statement of activities, certain operating expenses - compensated absences (vacations and other absences) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, vacation and other absences used exceeded the amounts earned as follows:

Compensated absences used / paid	26,245	
Compensated absences earned	<u>(20,460)</u>	5,785

Change In Net Assets of Governmental Activities (Statement B) **\$ 89,207**

**JEFFERSON DAVIS PARISH SHERIFF
FIDUCIARY FUNDS
Statement of Fiduciary Net Assets
June 30, 2006**

Statement G

	<u>Total Agency Funds</u>
ASSETS	
Cash	\$ 1,793,545
TOTAL ASSETS	<u>\$ 1,793,545</u>
LIABILITIES	
Deposits due others	\$ 1,793,545
TOTAL LIABILITIES	<u>\$ 1,793,545</u>

The accompanying notes are an integral part of this statement.

NOTES TO THE BASIC FINANCIAL STATEMENTS

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2006

INTRODUCTION

As provided by ArticleV, Section 27 of the Louisiana Constitution of 1974, the Jefferson Davis Parish Sheriff (Sheriff) serves a four-year term as the chief executive officer of the law enforcement district and ex-officio tax collector of the parish. The Sheriff administers the parish jail system and exercises duties required by the parish court system, such as providing bailiffs, executing orders of the court, and serving subpoenas.

As the chief law enforcement officer of the parish, the Sheriff has the responsibility for enforcing state and local laws and ordinances within the territorial boundaries of the parish. The Sheriff provides protection to the residents of the parish through on-site patrols and investigations and serves the residents of the parish through the establishment of neighborhood watch programs, anti-drug abuse programs, et cetera. In addition, when requested, the Sheriff provides assistance to other law enforcement agencies within the parish.

As the ex-officio tax collector of the parish, the Sheriff is responsible for collecting and distributing ad valorem property taxes, parish occupational licenses, state revenue sharing funds, fines, costs, and bond forfeitures imposed by the district court.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying basic financial statements of the Jefferson Davis Parish Sheriff have been prepared in conformity with governmental accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with GASB Statement 34, Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments, issued in June 1999.

B. REPORTING ENTITY

The Sheriff is an independently elected official; however, the Sheriff is fiscally dependent on the Jefferson Davis Parish Police Jury. The police jury maintains and operates the parish courthouse in which the Sheriff's office is located and provides funds for equipment and furniture of the Sheriff's office. Because the Sheriff is fiscally dependent on the police jury, the Sheriff was determined to be a component unit of the Jefferson Davis Parish Police Jury, the financial reporting entity.

The accompanying financial statements present information only on the funds maintained by the Sheriff and do not present information on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

C. FUND ACCOUNTING

The Sheriff uses funds to maintain its financial records during the year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain sheriff functions and activities. A fund is defined as a separate fiscal and accounting entity with a self-balancing set of accounts.

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2006

Governmental Funds

Governmental funds account for all or most of the sheriff's general activities. These funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may be used. Current liabilities are assigned to the fund from which they will be paid. The difference between a governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources which may be used to finance future period programs or operations of the sheriff. The following are the sheriff's governmental funds:

General Fund – the primary operating fund of the sheriff and it accounts for all financial resources, except those required to be accounted for in other funds. The General Fund is available for any purpose provided it is expended or transferred in accordance with state and federal laws and according to sheriff policy.

LACCIE Special Revenue Fund – this fund is used to account for proceeds of specific revenue sources that are legally restricted to expenditures for the Louisiana Criminal and Civil Information Network, an information network system of the Jefferson Davis Parish Sheriff.

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The only funds accounted for in this category by the sheriff are agency funds. The agency funds account for assets held by the sheriff as an agent for various taxing bodies (tax collections) and for deposits held pending court action. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Consequently, the agency funds have no measurement focus.

D. MEASUREMENT FOCUS/BASIS OF ACCOUNTING

Fund Financial Statements (FFS)

The amounts reflected in the General Fund, of Statements C and E, are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach is then reconciled, through adjustment, to a government-wide view of the Sheriff's operations.

The amounts reflected in the General Fund, of Statements C and E, use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The sheriff considers all revenues available if they are collected within 60 days after the fiscal year end. Expenditures are recorded when the related fund liability is incurred, except for interest and principal payments on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. The governmental funds use the following practices in recording revenues and expenditures.

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2006

Revenues

Property taxes are recorded as revenues in the year for which they are levied under the susceptible to accrual concept. Property taxes are assessed on a calendar year basis, become due on November 15 of each year, and become delinquent on December 31. The taxes are generally collected in December, January, and February of the fiscal year.

Grants are recorded when the Sheriff is entitled to the funds.

Other intergovernmental revenues and fees, charges, and commissions for services are recorded when the Sheriff is entitled to the funds.

Interest earnings on time deposits are recorded as earned since they are measurable and available.

Substantially all other revenues are recorded when received.

Expenditures

Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgements which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Other Financing Sources

Proceeds from the sale of fixed assets are accounted for as other financial sources and are recognized when received. Fixed assets acquired through capital leases are recorded as expenditures and other financing sources at the time of acquisition.

Government-Wide Financial Statements (GWFS)

The Statement of Net Assets (Statement A) and the Statement of Activities (Statement B) display information about the sheriff as a whole. These statements include all the financial activities of all of the funds of the Sheriff, except the fiduciary funds. For the most part, the effect of interfund activity has been removed from these statements. The Sheriff does not allocate indirect expenses. Information contained in these statements reflect the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*.

Program revenues included in the Statement of Activities (Statement B) are derived directly from users as a fee for services; program revenues reduce the cost of the function to be financed from the sheriff's general revenues.

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2006

E. CASH AND CASH EQUIVALENTS

Cash includes amounts in demand deposits and interest-bearing demand deposits. Cash equivalents include amounts in time deposits and those other investments with original maturities of 90 days or less. Under state law, the Sheriff may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States. Tax collections must be deposited in a bank domiciled in the parish where the funds are collected.

F. CAPITAL ASSETS

Capital assets are recorded at historical cost or estimated historical cost if historical cost is not available. Approximately 15 per cent of fixed assets costs have been estimated. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The sheriff maintains a threshold level of \$500 or more for capitalizing capital assets.

Capital assets are recorded in the GWFS Statement of Net Assets. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public purposes, no salvage value is taken into consideration for depreciation purposes. All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

Buildings and building improvements	5 - 40 years
Furniture and fixtures	5 - 15 years
Vehicles	5 years
Network software	10 years

G. COMPENSATED ABSENCES

All employees who have completed twelve months of service receive ten (10) days vacation leave each year. Vacation leave does not accumulate or vest. Employees can accumulate compensatory time in lieu of payment for overtime. The Sheriff's standard policy is that sick leave does not accumulate or vest. However, each instance of sick leave is handled on an individual basis at the discretion of the Sheriff. No liability is reported for unpaid accumulated sick leave.

In the FFS, vacation and compensatory time that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the general fund. The amount not expected to be paid with current resources is not reported in the FFS. The entire compensated absence liability is reported in the GWFS.

H. RESTRICTED NET ASSETS

For government-wide statement of net assets, net assets are reported as restricted when constraints placed on net asset use are either:

1. Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; and
2. Imposed by law through constitutional provisions or enabling legislation.

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2006

When both restricted and unrestricted resources are available for use, it is the Sheriff's policy to use restricted resources first, then unrestricted resources as they are needed.

I. FUND EQUITY

In the FFS, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Any designations of fund balance represent tentative management plans that are subject to change.

J. ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

K. INTERFUND TRANSACTIONS

Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other interfund transactions are reported as operating transfers in the FFS.

L. DEFERRED REVENUE

Deferred revenues represent monies that have been received before the incurrence of eligibility requirements necessary for revenue recognition. In subsequent periods, when the Sheriff has met established eligibility requirements, the liability for deferred revenues is removed from the balance sheet and revenue is recognized.

2. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

The general fund had actual expenditures over budgeted appropriations for the year ended June 30, 2006:

<u>Fund</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
General Fund	\$ 2,297,494	\$ 2,689,563	\$ 2,778,037	\$ 88,474

3. LEVIED TAXES

The Sheriff levies taxes on real and business personal property located within Jefferson Davis Parish's boundaries. Property taxes are levied by the Sheriff on property values at January 1 assessed by the Jefferson Davis Parish Tax Assessor and approved by the State of Louisiana Tax Commission upon submission of the tax roll.

The Jefferson Davis Parish Sheriff Tax Collector's Office bills and collects property taxes for the Sheriff.

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2006

	<u>Property Tax Calendar</u>
Assessment date	January 1 st
Levy date	Not later than June 1 st
Tax bills mailed	On or about November 15 th
Due date	December 31 st
Penalties and interest are added	January 1 st
Lien date	January 1 st
Tax sale – delinquent property	During June

Assessed values are established by the Jefferson Davis Parish Tax Assessor each year on a uniform basis at the following ratios of assessed value to fair market value:

10% land	15% machinery
10% residential improvements	15% commercial improvements
15% industrial improvements	25% public service properties, excluding land

A revaluation of all property is required to be completed no less than every four years. The last revaluation was completed for the roll of January 1, 2005. Total assessed value was \$160,452,505 for the calendar year 2005. Louisiana State law exempts the first \$75,000 of assessed value of a taxpayer's primary residence from parish property taxes. This homestead exemption was \$40,019,890 of the assessed value in calendar year 2005.

The following is a summary of authorized and levied (tax rate per \$1,000 assessed value) ad valorem taxes:

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Law enforcement:			
Constitutional	6.20	6.20	NONE
Special	5.95	5.95	2010

4. CASH

At June 30, 2005, the Sheriff has cash (book balances) totaling \$ 4,524,309 as follows:

Cash on hand	\$ 1,300
Checking-non-interest bearing	57,639
Checking- interest bearing	3,552,877
Savings deposits	894,080
Certificates of deposits	18,413
	<u>\$ 4,524,309</u>

Cash and cash equivalents are reported in the basic financial statements as follows:

Governmental Funds	\$ 2,730,764
Fiduciary Funds	1,793,545
	<u>\$ 4,524,309</u>

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
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These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

Custodial credit risk is the risk that in the event of a bank failure, the Sheriff's deposits may not be returned to the Sheriff. The Sheriff's deposit policy for custodial credit risk requires that all uninsured deposits must be secured with acceptable collateral as defined in LRS 38:1221 valued at market. As of June 30, 2006, the Sheriff had deposits (collected bank balances) totaling \$4,774,167, which includes \$1,973,730 in fiduciary funds. Of these bank deposit balances, \$4,317,118 were exposed to custodial credit risk as follows: uninsured and collateral held by pledging bank's agent not in the Sheriff's name \$4,300,920; uninsured and uncollateralized \$16,198.

Even though the pledged securities are considered subject to custodial credit risk under the provisions of GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Sheriff that the fiscal agent has failed to pay deposited funds upon demand.

5. RECEIVABLES

The receivables at June 30, 2006, consisted of the following:

<u>Class of Receivable</u>	<u>General Fund</u>	<u>Major Fund</u>	<u>Total</u>
Intergovernmental :			
State	\$ 37,265	-	37,265
Local	33,245	-	33,245
Other	144	-	144
Total	<u>\$ 70,654</u>	<u>-</u>	<u>70,654</u>

There were no allowances for uncollectible accounts as of June 30, 2006.

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2006

6. CAPITAL ASSETS

A summary of changes in capital assets is as follows:

	<u>Balance Beginning</u>	<u>Additions</u>	<u>Dispositions</u>	<u>Balance Ending</u>
Capital assets not being depreciated:				
Land	\$ 25,000	\$ -	\$ -	\$ 25,000
Total capital assets not being depreciated	<u>25,000</u>	<u>-</u>	<u>-</u>	<u>25,000</u>
Capital assets being depreciated:				
Buildings and improvements	43,036	-	-	43,036
Furniture and equipment	698,010	113,821	-	811,831
Vehicles	243,872	9,580	58,396	195,056
Network software	1,046,718	-	-	1,046,718
Total capital assets being depreciated	<u>2,031,636</u>	<u>123,401</u>	<u>58,396</u>	<u>2,096,641</u>
Less accumulated depreciation for:				
Buildings and improvements	13,007	1,275	-	14,282
Furniture and equipment	392,692	78,326	-	471,018
Vehicles	193,940	26,537	57,353	163,124
Network software	37,567	104,672	-	142,239
Total accumulated depreciation	<u>637,206</u>	<u>210,810</u>	<u>57,353</u>	<u>790,663</u>
Total capital assets being depreciated, net	<u>1,394,430</u>	<u>(87,409)</u>	<u>1,043</u>	<u>1,305,978</u>
Capital assets, net	<u>\$ 1,419,430</u>	<u>(87,409)</u>	<u>1,043</u>	<u>1,330,978</u>

7. PENSION PLAN

Plan Description. Substantially all employees of the Jefferson Davis Parish Sheriff's office are members of the Louisiana Sheriff's Pension and Relief Fund (System), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees.

All Sheriffs and all deputies who are found to be physically fit, who earn at least \$400 per month, and who were between the ages of 18 and 50 at the time of original employment are required to participate in the System. Employees are eligible to retire at or after age 55 with at least 12 years of credited service and receive a benefit, payable monthly for life, equal to a percentage of their final-average salary for each year of credited service. The percentage factor to be used for each year of service is 2.5 percent for each year if total service is at least 12 but less than 15 years, 2.75 percent for each year if total service is at least 15 but less than 20 years, and 3% for each year if total service is at least 20 years (Act 1117 of 1995 increased the accrual rate by 0.25 percent for all service rendered on or after January 1, 1980.) In any case, the retirement benefit cannot exceed 100 percent of their final-average salary. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least 12 years of service and

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
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do not withdraw their employee contributions may retire at or after age 55 and receive the benefit accrued to their date of termination as indicated previously. Employees who terminate with at least 20 years of credited service are also eligible to elect early benefits between ages 50 and 55 with reduced benefits equal to the actuarial equivalent of the benefit to which they would otherwise be entitled at age 55. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing the Louisiana Sheriffs Pension and Relief Fund, Post Office Box 3163, Monroe, Louisiana 71220, or by calling (318) 362-3191.

Funding Policy. Plan members are required by state statute to contribute 10% of their annual covered salary and the Jefferson Davis Parish Sheriff is required to contribute at an actuarially determined rate. The current year rate was 10.75 percent (prior year rates were 9.75 and 9.25 percent) of annual covered payroll. Contributions to the system also include one-half of one percent of the taxes shown to be collectible by the tax rolls of each parish and funds as required and available from insurance premium taxes. The contribution requirements of plan members and the Jefferson Davis Parish Sheriff are established and may be amended by state statute. As provided by Louisiana Revised statute 11:103, the employer contributions are determined by actuarially valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Jefferson Davis Parish Sheriff's contributions to the System for the years ending June 30, 2006, 2005, 2004, were \$109,223, \$100,327, and \$94,277 respectively, equal to the required contributions for each year.

8. OTHER POST EMPLOYMENT BENEFITS

Pursuant to L.R.S. 33:1448(G), the Sheriff is required to pay the full premium costs of group health and the first \$10,000 of group life insurance for all sheriffs and deputy sheriffs retired with at least fifteen years of service who are at least fifty-five years of age. This post employment benefit is funded monthly on a pay-as-you-go basis. During the year ended June 30, 2006, the Sheriff paid these benefits for six retirees. The total costs reported in the accompanying financial statements for the year ending June 30, 2005, amounted to \$18,778. Group health and life insurance coverages are purchased through the Louisiana Sheriff's Association Group Benefits Plan, therefore the Sheriff has no liability for claims. No provision for the unfunded portion of the Sheriff's future liability has been made in the accompanying financial statements.

9. LONG-TERM OBLIGATIONS

The following is a summary of the long-term obligation transactions during the year:

	Balance Beginning	Additions	Reductions	Balance Ending	Due Within One Year
Compensated absences	\$ 69,270	20,460	26,245	63,485	20,460
Total long-term liabilities	\$ <u>69,270</u>	<u>20,460</u>	<u>26,245</u>	<u>63,485</u>	<u>20,460</u>

10. RESERVED FUND BALANCE

A portion of the fund balance of the General Fund, \$122,198, has been reserved for drug law enforcement. This balance represents seizures from criminal activities. Louisiana Revised Statute 40:2616.B(3.a) requires such proceeds to be used in drug law enforcement.

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2006

11. CONTINGENCIES

Litigation. The Sheriff is involved in various lawsuits and pending claims. In the opinion of the Sheriff's legal counsel, the ultimate resolution of these suits would not create a liability to the Sheriff in excess of existing insurance coverage. Accordingly, no provision for losses, exceeding available insurance coverage, has been recorded in the accompanying financial statements.

Grant Disallowances. The Sheriff participates in a number of state and federal financial assistance programs. These programs are subject to further financial and compliance audits by grantor agencies. The amount, if any, of expenditures which may be disallowed by granting agencies cannot be determined at this time. Based on prior experience the Sheriff feels such amounts, if any, to be immaterial to the financial statements.

12. EXPENDITURES OF THE SHERIFF'S OFFICE PAID BY THE PARISH POLICE JURY

Certain operating expenditures of the Sheriff's office are paid by the parish police jury, as required under Louisiana law, and are not included in the accompanying financial statements. Specifically the police jury maintains and operates the parish courthouse in which the Sheriff's office is located and occasionally provides funds for equipment and furniture of the Sheriff's office. The total amount of these expenditures were not available for disclosure.

13. TAXES PAID UNDER PROTEST

The unsettled balances due to taxing bodies and others in the agency funds at June 30, 2006, includes \$1,474,188 of taxes paid under protest, plus interest earned to date on the investment of these funds, totaling \$44,882. These funds are held pending resolution of the protest and are accounted for in the Tax Collector Agency Fund.

14. RISK MANAGEMENT

The Sheriff is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Effective September 1, 1998, the Sheriff's Office became a participant in the Louisiana Sheriff's Law Enforcement Program (LSLEP), a public entity risk pool currently operating as a common risk management and insurance program for approximately 45 Louisiana Sheriffs. The Sheriff pays an annual premium to the LSLEP for its law enforcement professional liability insurance coverage. The Sheriff is allowed to select the level of coverage during the process of annual enrollment. The risk retained by LSLEP is managed with the intent to be self-sustaining through participant member premiums. Varying levels of excess coverage, if requested by the Sheriff during the enrollment period, are reinsured through commercial insurance companies. As of June 30, 2006, the Sheriff is covered for individual claims and up to \$1,000,000 with an annual aggregate cap of \$1,000,000. The Sheriff has retained the risk in excess of this limit. The Sheriff estimates claims, for risk retained, based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. As of June 30, 2006, the Sheriff has no carrying amount recorded in the financial statements of liabilities for unpaid claims and there are no outstanding amounts of claims liabilities for which annuity contracts have been purchased.

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2006

The Sheriff also participates in the Louisiana Sheriff's Association Group Benefits Plan (LSAGP) which provides employee health and life insurance benefits. Neither the LSAGP nor the Sheriff assumes any liability for charges not meeting the Plan's definitions of covered expenses. Health insurance claims are administered by a major health insurance company while the life insurance is underwritten with a commercial life insurance company.

The Sheriff continues to carry commercial insurance for risk of loss concerning auto liability and collision. Risk of loss for Courthouse and Jail building contents and equipment is covered principally by the Police Jury through a commercial insurance company. The Sheriff does not maintain insurance coverage for risk of loss related to a building owned separately in the name of the Law Enforcement District which is used to house the Criminal Investigative Division. Under Louisiana Revised Statutes 23:1034, the Sheriff is exempt from workers compensation coverage and any risk of loss with respect to himself and commissioned deputies. Settled claims resulting from the aforementioned risks have not exceeded commercial insurance coverage in any of the past three years.

15. RELATED PARTIES

The Sheriff serves as a board member for the Louisiana Sheriff's Law Enforcement Program (LSLEP) and the Louisiana Sheriff's Association Group Benefits Plan (LSAGP). Both of these entities provide pooled or consolidated risk management services to the Sheriff.

16. INTERFUND TRANSFERS (FFS Level Only)

Interfund operating transfers between funds consisted of the following at June 30, 2005:

Transfers Out		General Fund	Major Fund	Total
General Fund	\$	<u>-</u>	<u>9,299</u>	<u>9,299</u>

Transfers were made from the general fund to the special revenue fund to cover expenditures not paid for with grant monies.

REQUIRED SUPPLEMENTAL INFORMATION

**JEFFERSON DAVIS PARISH SHERIFF
GENERAL FUND
Budgetary Comparison Schedule
For the Year Ended June 30, 2006**

Schedule 1

	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Property taxes	\$ 1,337,230	\$ 1,337,230	\$ 1,412,490	\$ 75,260
Intergovernmental revenues:				
Federal sources:				
Federal grants	-	352,000	434,290	82,290
State sources:				
State grants	-	23,000	22,751	(249)
State supplemental pay	82,800	82,800	82,296	(504)
State revenue sharing	66,000	66,000	66,170	170
Other	10,000	10,000	9,895	(105)
Local sources:				
District attorney - LACE	70,000	70,000	91,427	21,427
Parish - 911 District	192,000	192,000	203,733	11,733
Fees, charges, and commissions for services:				
Commissions on licenses, taxes, etc.	37,124	37,124	47,298	10,174
Civil and criminal fees	119,500	119,500	107,355	(12,145)
Court attendance	8,000	8,000	6,510	(1,490)
Transporting prisoners	12,000	12,000	12,789	789
Feeding and keeping prisoners	100,000	100,000	107,381	7,381
Commissary commissions	5,000	5,000	23,367	18,367
Commissions on fines and other forfeitures	166,000	166,000	187,840	21,840
Other	34,700	34,700	47,981	13,281
Fines and Forfeitures:				
Drug related fines and forfeitures	-	-	-	-
Bond, fines and other forfeitures	5,000	5,000	4,201	(799)
Use of money and property:				
Interest	21,100	21,100	49,984	28,884
Commissions on phones	22,000	22,000	17,026	(4,974)
Miscellaneous	11,249	11,249	24,426	13,177
Total Revenues	<u>2,299,703</u>	<u>2,674,703</u>	<u>2,959,210</u>	<u>284,507</u>
EXPENDITURES				
Public safety:				
Personal services and related benefits	1,583,012	1,745,012	1,731,015	13,997
Operating services	347,780	359,780	346,070	13,710
Materials and supplies	282,500	332,500	358,930	(26,430)
Other	28,000	120,000	40,404	79,596
Hurricane Expenses- non payroll	-	-	118,729	(118,729)
Capital outlay	35,000	110,000	123,401	(13,401)
Intergovernmental:				
Subrecipient grant payments	-	-	37,217	(37,217)
Retirement deducted from tax collections	21,202	22,271	22,271	-
Total Expenditures	<u>2,297,494</u>	<u>2,689,563</u>	<u>2,778,037</u>	<u>(88,474)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>2,209</u>	<u>(14,860)</u>	<u>181,173</u>	<u>196,033</u>
OTHER FINANCING SOURCES (USES):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	(9,299)	(9,299)
Proceeds from sales of fixed assets	-	-	-	-
Compensation for loss or damage of assets	-	-	-	-
Total Other Financing Sources (uses)	<u>-</u>	<u>-</u>	<u>(9,299)</u>	<u>(9,299)</u>
NET CHANGE IN FUND BALANCE	<u>2,209</u>	<u>(14,860)</u>	<u>171,874</u>	<u>186,734</u>
FUND BALANCES BEGINNING OF YEAR	<u>2,303,894</u>	<u>2,523,682</u>	<u>2,523,682</u>	<u>-</u>
FUND BALANCES END OF YEAR	<u>\$ 2,306,103</u>	<u>\$ 2,508,822</u>	<u>\$ 2,695,556</u>	<u>\$ 186,734</u>

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH SHERIFF
Notes to Budgetary Comparison Schedule
For the Year Ended June 30, 2006

A. BUDGETARY PRACTICES

General Budget Practices The Sheriff follows the following procedures in establishing budgetary data reported in the accompanying budgetary comparison schedule:

Pursuant to the Louisiana Government Budget Act (LSA-RS 39:1301-1314), the Sheriff is required to adopt an annual budget no later than fifteen days prior to the beginning of each fiscal year.

Each year prior to June 15th, the Director of Finance and the Sheriff develop a proposed annual budget for the general fund and all special revenue funds. The operating budget includes proposed expenditures and the means of financing them. The proposed budget is advertised as available for public inspection at least 10 days prior to final adoption simultaneously with a notice of the date of public hearing. The public hearing is conducted during a finance committee meeting in order to obtain public input. The budget is subsequently adopted by the Sheriff through a formal budget resolution.

General fund appropriations (unexpended budget balances) lapse at end of fiscal year.

Encumbrance accounting, under which purchase orders are recorded in order to reserve that portion of the applicable appropriation, is not employed.

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the object level. Budget amounts included in the accompanying financial statements include the original budget and all subsequent amendments. All budget revisions are approved by the Sheriff.

Budget Basis of Accounting All governmental funds budgets are prepared on the modified accrual basis of accounting, a basis consistent with accounting principles generally accepted in the United States of America (GAAP). Legally, the Sheriff cannot budget total expenditures and other financing uses which would exceed total budgeted revenues and other financing sources including beginning fund balance. State statutes require the Sheriff to amend the budgets to prevent overall projected revenues, expenditures, or beginning fund balance from causing an adverse budget variance of five percent or more in an individual fund. The Sheriff approves budgets at the object level and management is allowed to transfer amounts between line items within an object.

B. EXCESS OF EXPENDITURES OVER APPROPRIATIONS IN INDIVIDUAL MAJOR FUNDS

The following budgeted major funds had actual expenditures over budgeted expenditures for the fiscal year:

<u>Major Fund</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
General Fund	\$ 2,689,563	\$ 2,778,037	\$ 88,474

Reason for unfavorable variance : adverse variance was below one half of one percent and therefore considered insignificant with respect to cause.

SUPPLEMENTAL INFORMATION

JEFFERSON DAVIS PARISH SHERIFF
Jennings, Louisiana

COMBINING FINANCIAL STATEMENTS
As of and for the Year Ended June 30, 2006

FIDUCIARY FUNDS-AGENCY FUNDS

TAX COLLECTOR FUND

Article V, Section 27 of the Louisiana Constitution of 1974 provides that the Sheriff will serve as the collector of state and parish taxes, licenses and fees. The Tax Collector Fund is used to collect and distribute these taxes, licenses and fees to the appropriate taxing bodies.

SHERIFF'S FUND:

CIVIL FUND

The Civil Fund accounts for funds held in civil suits, Sheriff's sales, and garnishments and payments of these collections to the recipients in accordance with applicable law.

CLEARING FUND

The Clearing Fund accounts for miscellaneous funds collecting pending distribution to various interested parties.

BONDS AND FINES FUND

The Bonds and Fines Fund accounts for the collection of bonds, fines, and costs and payments of these collections to the Sheriff's General Fund and other recipients in accordance with applicable law.

OTHER AGENCY FUNDS:

INMATE FUND

The Inmate Fund accounts for individual prisoner account balances. Funds are deposited in the name of the prisoner and are payable upon request. Balances in the individual prisoner accounts are returned upon completion of their jail sentences.

PRISONER WORK RELEASE FUND

The Prisoner Work Release Fund accounts for the collection of inmate wages and the disbursement of those collections in accordance with R.S. 15:711 to 15:711.1.

JEFFERSON DAVIS PARISH SHERIFF
AGENCY FUNDS
Combining Balance Sheet
June 30, 2006

Schedule 2

	Tax Collector Fund			Sheriff's Fund			Inmate	Prisoner Work Release	Total
	Ad Valorem	State Revenue Sharing	Parish Licenses	Civil	Clearing	Bonds and Fines			
ASSETS									
Cash	\$ 1,564,844	0	9,865	2	37	202,338	12,572	3,887	1,793,545
Due from taxing bodies and others	0	0	0	0	0	0	0	0	0
TOTAL ASSETS	<u>\$ 1,564,844</u>	<u>0</u>	<u>9,865</u>	<u>2</u>	<u>37</u>	<u>202,338</u>	<u>12,572</u>	<u>3,887</u>	<u>1,793,545</u>
LIABILITIES									
Due to taxing bodies and others	1,564,844	0	9,865	2	37	202,338	12,572	3,887	1,793,545
TOTAL LIABILITIES	<u>\$ 1,564,844</u>	<u>0</u>	<u>9,865</u>	<u>2</u>	<u>37</u>	<u>202,338</u>	<u>12,572</u>	<u>3,887</u>	<u>1,793,545</u>

**JEFFERSON DAVIS PARISH SHERIFF
AGENCY FUNDS
Schedule of Changes in Deposits Due Others
For the Year Ended June 30, 2006**

Schedule 3

	Tax Collector Fund			Sheriff's Fund			Prisoner Work Release	Total
	Ad Valorem	State Revenue Sharing	Parish Licenses	Civil	Clearing	Bonds and Fines	Inmate	
BALANCES AT BEGINNING OF YEAR	\$ 1,207,156	0	4,653	833	37	250,248	6,925	1,473,375
INCREASES								
Deposits:								
Sheriff's sales, suits, and seizures	0	0	0	493,180	0	0	0	493,180
Bonds, fines, and costs	0	0	0	0	0	2,004,011	0	2,004,011
Garnishments	0	0	0	194,995	0	0	0	194,995
Other deposits	0	0	0	0	515,283	0	78,318	593,965
Taxes, fees, etc., paid to tax collector	13,454,073	624,582	177,567	0	0	0	0	14,256,222
Total additions	13,454,073	624,582	177,567	688,175	515,283	2,004,011	78,318	17,542,373
DECREASES								
Deposits settled to:								
State of Louisiana	8,261	0	0	0	0	0	0	8,261
Pension funds	353,501	14,997	0	0	0	0	0	368,498
Sheriff's general fund	1,406,852	66,170	26,635	62,550	0	211,017	0	1,773,224
Police jury and districts	4,665,439	182,563	145,720	0	0	762,402	0	5,756,124
School board	5,217,011	291,562	0	0	0	0	0	5,508,573
Assessor	289,710	10,000	0	0	0	0	0	299,710
Municipalities	1,038,979	59,290	0	0	0	0	0	1,098,269
District attorney	0	0	0	0	0	316,660	0	316,660
District court expense funds	0	0	0	0	0	96,427	0	96,427
Clerk of court	0	0	0	21,255	0	101,958	0	123,213
Indigent defender board	0	0	0	0	0	353,178	0	353,178
Attorneys, appraisers, litigants, etc.	0	0	0	605,201	0	0	0	605,201
Other settlements	116,632	0	0	0	515,283	210,279	72,671	914,865
Protested taxes & interest distributed to taxing bodies & others	0	0	0	0	0	0	0	0
Total decreases	13,096,385	624,582	172,355	689,006	515,283	2,051,921	72,671	17,222,203
BALANCES AT END OF YEAR	\$ 1,564,844	0	9,865	2	37	202,338	12,572	1,793,545

**OTHER REPORTS REQUIRED BY
GOVERNMENTAL AUDITING STANDARDS**

JEFFERSON DAVIS PARISH SHERIFF
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2006

Schedule 4

<u>Federal Grantor/ Pass-through Grantor/ Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Entity Identifying Number</u>	<u>Federal Expenditures</u>
U.S. Department of Justice :			
Direct:			
Local Law Enforcement Block Grant Program	16.592	2004-LB-BX-1111	\$ 6,778
Local Law Enforcement Block Grant Program	16.592	2003-LB-BX-0651	12,036
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2005-DJ-BX-0922	18,838
Passed through Louisiana Commission on Law Enforcement & Administration of Criminal Justice:			
Public Safety Partnership & Community Policing Grants (COPS)	16.710	I03-8-001	145,118
National Criminal History Improvement Program (NCHIP)	16.554	H-00-8-017	11,750
Edward Byrne Memorial Justice Assistance Grant Program	16.738	B05-6-005	14,957
Edward Byrne Memorial Formula Grant Program	16.579	B4-6-006	11,064
Total U.S. Department of Justice			<u>220,541</u>
U.S. Department of Homeland Security :			
Passed through Louisiana State Police:			
Homeland Security Cluster:			
Homeland Security Grant Program	97.067	2003-MU-T3-0022	61,053
Homeland Security Grant Program	97.067	2004-GE-T4-0004	42,354
Homeland Security Grant Program	97.067	2003-TE-TX-0163 & 2003-MU-T3-0022	13,370
Passed through Louisiana Office of Homeland Security & Emergency Preparedness:			
Public Assistance Grants	97.036	Unavailable	253,840
Total U.S. Department of Homeland Security			<u>370,617</u>
Total Expenditures of Federal Awards			<u>\$ 591,158</u>

See accompanying notes to schedule of expenditures of federal awards.

JEFFERSON DAVIS PARISH SHERIFF
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Jefferson Davis Parish Sheriff and is presented on the modified accrual basis of accounting, the same basis as the accompanying basic financial statements are presented. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. All information is presented for the same fiscal year ending as the accompanying financial statements. Since some of the grants cover periods greater than twelve months, the amounts contained in the accompanying schedule of expenditures of federal awards may differ from the financial status reports filed with the grantor agency.

2. SUBRECIPIENTS

The Jefferson Davis Parish Sheriff, acting as parish sponsor and Office of Emergency Preparedness director for various parish entities, provided federal awards to subrecipients as follows:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Provided</u>
Homeland Security Grant Program	97.067	\$ 37,217
Total		\$ <u>37,217</u>

3. DEFERRED PROGRAM REVENUES

Due to revenue recognition policies followed in the preparation of financial statements under governmental accounting standards, some Federal awards received have not been reported as revenues since the incurrence of eligibility requirements necessary for revenue recognition have not occurred before year end. Programs for which deferred revenues are reported in the financial statements at year end are as follows:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Deferred Revenue</u>
Local Law Enforcement Block Grant Program	16.592	\$ 5,935
Edward Byrne Memorial Justice Assistance Grant Program	16.738	39,983
Total		\$ <u>45,918</u>

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS

Honorable Richard Edwards, Jr.
Jefferson Davis Parish Sheriff
Jennings, Louisiana

I have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Jefferson Davis Parish Sheriff, a component unit of the Jefferson Davis Parish Police Jury, as of and for the year ended June 30, 2006, which collectively comprise the Sheriff's basic financial statements and have issued my report thereon dated December 28, 2006. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the Jefferson Davis Parish Sheriff's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinions on the financial statements and not to provide an opinion on internal control over financial reporting. My consideration of the internal control would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over financial reporting and its operations that I consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Jefferson Davis Parish Sheriff's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Governmental Auditing Standards*.

This report is intended solely for the information of the Sheriff, his management, others within the organization, the Louisiana Legislative Audit Advisory Council, and any grant awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Mike B. Gillespie, CPA, APAC

Certified Public Accountant
Jennings, Louisiana
December 28, 2006

Mike B. Gillespie, CPA

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Honorable Richard Edwards, Jr.
Jefferson Davis Parish Sheriff
Jennings, Louisiana

Compliance

We have audited the compliance of the Jefferson Davis Parish Sheriff (Sheriff) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2006. The Sheriff's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Sheriff's management. Our responsibility is to express an opinion on the Sheriff's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Sheriff's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Sheriff's compliance with those requirements.

In our opinion the Sheriff complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2006.

Internal Control Over Compliance

The management of the Sheriff is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to

federal programs. In planning and performing our audit, we considered the Sheriff's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Sheriff, management, others within the organization, federal awarding agencies and pass-through entities, and the Louisiana Legislative Audit Advisory Council and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Mike B. Gillespie, CPA, APAC

Jennings, Louisiana
December 28, 2006

JEFFERSON DAVIS PARISH SHERIFF
Jennings, Louisiana
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2006

Section I Summary of Auditor's Results

Financial Statements

1. Type of report issued: unqualified opinion on the basic financial statements
2. Internal control over financial reporting:
 - Material weakness(es) identified? - No
 - Reportable condition(s) identified that are not considered to be material weakness(es)? - No
3. Noncompliance material to financial statements noted? - No
4. Was a management letter issued? - No

Federal Awards

5. Internal control over major programs:
 - Material weakness(es) identified? - No
 - Reportable condition(s) identified that are not considered to be material weakness(es)? - Not applicable
6. Type of auditor's report issued on compliance for major programs: Unqualified
7. Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? - No
8. The programs tested as major programs included:

<u>CFDA No.</u>	<u>Cluster Title or Program Name</u>
16.710	Public Safety Partnership and Community Policing Grants (COPS)
97.036	Public Assistance Grants

9. The dollar threshold used for distinguishing between Type A and B programs was: \$300,000
10. Did auditee qualify as a low-risk auditee? - No

Section II Financial Statement Findings

Unresolved Prior Year Finding:

No findings to report.

Current Year Findings:

No findings to report.

Section III Federal Award Findings and Questioned Costs

No findings to report.

**JEFFERSON DAVIS PARISH SHERIFF
MANAGEMENT'S STATUS OF PRIOR YEAR FINDINGS
For the Year Ended June 30, 2006**

SECTION I – FINANACIAL STATEMENT FINDINGS

No findings reported

SECTION II – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No findings reported.

SECTION III – MANAGEMENT LETTER FINDINGS

No findings reported.

* * * * *

THIS STATUS OF PRIOR YEAR FINDNGS HAS BEEN PREPARED BY MANAGEMENT

**JEFFERSON DAVIS PARISH SHERIFF
MANAGEMENT'S CORRECTIVE ACTION PLAN FOR
CURRENT YEAR AUDIT FINDINGS
For the Year Ended June 30, 2006**

SECTION I – FINANACIAL STATEMENT FINDINGS

No current year findings reported.

SECTION II – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No current year findings reported.

SECTION III – MANAGEMENT LETTER FINDINGS

No current year findings reported.

* * * * *

THIS CORRECTIVE ACTION PLAN HAS BEEN PREPARED BY MANAGEMENT